Government expenditure (Plan and Non-Plan) on Social Services, rural development, etc., as a percentage of GDP at current market prices was 1.7 per cent, and as a percentage of the total expenditure it was 10.5 per cent.

(c) The proposals made by different organizations and associations including individuals, are kept in view by the Governemnt while formulating appropriate economic policies.

Restructuring of IDBI

1379. DR. C. NARAYANA REDDY: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether it is a fact that Government propose to restructure Industrial Development Bank of India (IDBI);

(b) whether Government propose to repeal the IDBI Act; and

(c) if so, what are the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) and (b) Government is contemplating to repeal the IDBI Act, 1964 and convert IDBI into a company under the Companies Act, 1956.

(c) The Narasimham Committee-II suggested that Financial Institutions should convert ultimately into commercial banks or non-banking financial companies. The Khan Working Group set up by the Reserve Bank of India also recommended that Developmental Financial Institutions should be allowed to convert into banks at the earliest. Accordingly, Government has decided to corporatise Industrial Development Bank of India and permit it to undertake banking business.

State Finance Minsiters' Conference on basic perks of Government employees

1380. SHRI K.B. KRISHNAMURTHY: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) the issues discussed during the recently held State Finance Ministers' Conference in New Delhi;

(b) whether the States, which are on verge of bankruptcy, have strongly expressed their reservations on the Centre's munificent and profligate act of implementing the Fifth Pay Commission Report, forcing them to